

**MINUTES
LCWSD BOARD OF DIRECTORS MEETING
MAY 16, 2017**

PRESENT: Directors Jack Thomson, Roxanne Wadman, Rex Niles, and Jim Heim, and employees Rodney Olson, General Manager, and Beth Dotson, Secretary

ABSENT: Marc Liechti

Director Wadman called the meeting to order at 2:00 p.m.

AGENDA: Agenda was amended to include YWAM under Inside District. A motion was made by Director Thomson to accept the agenda as amended. Director Heim seconded and motion carried.

APPROVAL OF MINUTES: The Minutes of the April 18, 2017 Board meeting were reviewed. A motion was made by Director Niles to accept these Minutes. Director Heim seconded and motion carried.

VISITORS: None

FINANCIAL REPORT

The Combined Balance Sheet shows current assets at \$2,151,570.87, fixed assets at \$8,996,236.56, total liabilities at \$816,681.53, and total equity at \$10,350,759.80 for a total liabilities and equity balance of \$11,167,441.33.

The Summarized Income Statement shows total revenue for water through April 2017 to be \$209,4510.08 (-1.4% of budget), expenses to be \$334,900.08 (-1.4% of budget), and total other revenue to be \$18,609.00 (66% of budget) resulting in net income of \$-106,841.00.

The Summarized Income Statement shows total revenue for sewer through April 2017 to be \$404,142.29 (.6% of budget), expenses to be \$468,288.12 (-8.4% of budget), and total other revenue to be \$170,943.81 (102% of budget) resulting in net income of \$106,797.98.

A Comparison to Prior Year Income Statement was presented. Total Revenues for April 2017 were \$56,418.63 compared to \$57,612.88 in the same period in 2016. Total expenses for April 2017 were \$66,771.00 compared to \$73,910.41 in 2016. Net income from operations was \$-10,352.37 in April 2017 compared to \$-16,297.53 in 2016. Total other revenue was \$1,451.02 in April 2017 compared to \$6,781.21 in 2016. Net income for April 2017 was -8,901.35 compared to \$9,516.32 in 2016.

The Cash Report shows the April 2017 ending checking account balance for water to be \$-2,497.32 and sewer to be \$37,031.91.

A motion was made by Director Niles to approve the financial report. Director Thomson seconded and motion carried.

BILL APPROVAL: Accounts payable for April were reviewed. Expenses of note included:

- Paynewest Insurance – Errors and Omissions Insurance Renewal for Notary
- Black Mountain Software, Inc. – Annual Software Fee
- Somer's School District #29 – Reimbursement of costs for Water Main Leak
- Mission Communications, LLC – Service Package for White Oak
- Young, Christopher – refund to customer who sold property (he had a credit on his account)
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The Capital One credit card statement for April was also reviewed.

A motion was made by Director Thomson to approve the bills. Director Niles seconded and motion carried.

DELINQUENT REPORT: Progress continues in collecting payment from delinquent accounts.

OLD BUSINESS:

South Eighty Water System – Waiting on response from the DEQ.

Lift Stations 6 and 7 – Mission View Homeowners want to ensure the new generator building is aesthetically pleasing. They also want to change the guard rail to be more visually attractive. Tanner Smith will pour the concrete slab for the generator building on May 29. Due to the heavy spring runoff and also to have a minimal effect on customers, the trenches will be dug in September.

NEW BUSINESS:

Young With a Mission (YWAM) – YWAM has expressed an interest in connecting to the LCWSD public water system. Greg Pisk's Spurwing Creekside development is just across Stoner Creek from YWAM. Mr. Pisk's development involves extending the water main line. With an easement from Mr. Pisk the water main line could be extended to service YWAM.

Advantages of extending the line to service YWAM include:

- the current YWAM water tank that will be tested for integrity and elevation;
- the future possibility of a looping water system from where it currently ends at Ben Williams Lane to YWAM;
- obtaining YWAM's water rights; and
- YWAM has two wells that could be beneficial to LCWSD for future expansion.

LCWSD will continue to explore this future growth opportunity.

RF Meters – LCWSD is currently replacing all Ramar radios with new technology. One customer does not want his meter/radio updated with the new technology. LCWSD needs an ordinance identifying options for sewer customers that do not want the new radio technology.. Those options would include 1) installing a meter pit at the property line at customer's expense

(approximately \$2000.00); or 2) a flat rate (higher than the current flat rate for sewer). An ordinance will be drafted for review and approval at the June meeting.

The meeting adjourned at 3:35 p.m.

Respectfully submitted,

Beth Dotson, Secretary

(NEXT MEETING DATE IS TUESDAY, JUNE 20, 2017)